

WEDNESDAY 4 AUGUST 1948

1. Scrivner. ✓

2. Lyle - ☐

3. Knowland - ☐

4. At the request of the Director, discussed with Mr. Stuart Alsop certain problems raised by present weaknesses in the Espionage Act.

5. Mr. Saunders and I discussed with Mr. Schaub of the Bureau of the Budget the Department of the Army's demand for reimbursement in the sum of \$52,000 for installations ☐ Mr. Schaub agreed that there were no grounds for such a demand by the Department of the Army, and that Mr. Saunders should discuss with General Arnold, Budget Officer, Department of the Army, and request, with instructions from Mr. Schaub, that they "call off their dogs" in this connection.

6. Rayburn ☐

7. Engle - ☐